FORM MR-AR (Revised 1/2006)

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291 Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

| I. | Gen | eral Information |
|------|--------|--|
| | 1. | Report Time Period: From (mo./yr.) /- 1-05 To (mo./yr.) 12-31-05 |
| | 2. | DOGM File Number (Mine No): 5370093 |
| | 3. | Mine Name: Moenkopie Hite Quarry |
| | 4. | Mineral(s) Mined (or permitted to mine): Bal Galdstone |
| | 5. | Type of mine: Surface Mine or Underground Mine |
| | 6. | Legal Description (Location of Lands Affected): |
| | | |
| | | |
| | | 1/4,1/4, Section, Township Range |
| | 7. | Name of Operator or Company: |
| | 8. | Permanent Street Address: |
| | | City, State, Zip: |
| | | Phone: E-mail: |
| | 9. | Company Representative (or designated operator): |
| | | Name: |
| | | Title: |
| | | Business Address: |
| | | City, State, Zip: |
| | | Phone: E-mail: |
| | | Please check if any of the above information has changed since previous year, |
| II. | Mining | and Reclamation In active |
| | 1. | Was there any mine related activity during the past year? Yes□ No ☑ |
| | 2. | If no - what was the last year of activity? Never operated |
| 2966 | wed on | If no - what was the last year of activity? Never operated RECEIVED JAN 2 6 2006 DIV. OF OIL, GAS & MINING |
| | V ." | DIV. OI OIL |

| | 3. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material. 3614.23 fons Guarri |
|---------------|---|
| | positioning, or distribution of the material. 3614.23 tons Gugari |
| | cet segge of Quarry to be used for Rock |
| | |
| 4. | Briefly describe the type of work performed, during the past year. Querry Black |
| | |
| 5. | How much new or additional acreage was disturbed during the past year? 170 hc |
| 6. | How much acreage was reclaimed during the past year? |
| 7. | Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. (Submit form MR-SITE for an application for full or partial bond/site release). |
| | |
| | |
| | |
| 8. | What is the total disturbed acreage of entire project at years end? |
| 9. | Briefly summarize any mining and/or reclamation plans for the upcoming year. We Plant to Bond 2 more acres For the total of 3 acres in the new For tune |
| 10. | The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request. |
| NOTE: Section | on III., "Additional Information" applies only to large mining operations. |
| | Information - R647-4-121.2 |
| 1. | Include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105. |
| IV. Signature | Requirement |
| I here | by certify that the foregoing is true and correct. |
| | Name (Typed or Print): Bruce & Hansen Stone Quarvics |
| | Title of Operator: OWNER |
| | Signature of Operator: |
| | Date: /, 24, 06 |
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